

Request for City Council Committee Action From the Department of Finance & Property Services

Date: April 2, 2013

To: Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee

Referral to: Honorable Betsy Hodges, Chair Ways & Means/Budget Committee

Subject: Execution of Amendment No. 6 to Minnesota Department of Transportation

(MnDOT) Lease 27702 (formerly H-05829) providing for leasing and use of State of Minnesota owned property under the I-94 Bridge in the vicinity of

2nd Ave N and Lyndale Ave

Recommendation:

That proper City officers be authorized to execute Amendment 6 to MnDOT lease 27702 (formerly H-05829; City Contract 11608), continuing said lease for an additional two years. Lease Amendment 6 shall commence on May 1, 2013 and continue through April 30, 2015 with rental rates remaining at \$1,725.00 per month for the term of the lease.

Funds have been budgeted for this activity and are payable from 0100-6850100-508301 and 0100-6070600-508301.

Previous Directives:

- April 15, 2011- Amendment 5 approved
- April 14, 2006 Amendment 4 approved
- November 5, 2004 Amendment 3 approved
- July 26, 2002 Amendment 2 approved
- June 1, 1999 Amendment 1 approved
- April 15, 1997 Lease H-05829 approved
- July 31, 1981 Council approved first lease of land

Prepared by: Greg Goeke, Director of Property Services, 673-2706

Approved by:

Steve Kotke, City Engineer, Public Works Department	
Kevin Carpenter, CFO, Finance & Property Services	
Paul Aasen, City Coordinator	

Presenters: Greg Goeke, Director of Property Services

Jon Wertjes, Director of Traffic and Parking Services

Reviews

Permanent Review Committee (PRC):	Approval _N/A Date
Civil Rights Approval	Approval N/A Date
Policy Review Group (PRG):	Approval _N/A Date
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Financial Impact

Action is within current department budget

Community Impact

Neighborhood Notification: Not Applicable

City Goals: A City that Works – Infrastructure is well-managed and maintained

Comprehensive Plan: Not Applicable

Zoning Code: Not Applicable

Background/Supporting Information

Public Works has leased space under the I-94 bridges in the vicinity of 2nd Ave N and Lyndale Ave N since 1981. The space is used by the Transportation Maintenance and Repair and the Traffic & Parking Services Division of Public Works for storing equipment and materials necessary to maintain and repair the City's transportation infrastructure.

The under bridge area is effective for storage. The site lies only a short distance from most high volume traffic areas in the City. As traffic, street lighting or street repair problems are identified, City crews have repair materials directly at hand. This availability makes for prompt and efficient repairs as they are needed.

The cost of renting the MnDOT land is currently \$0.48 per year per usable square foot of land. MnDOT has maintained this price since May 1, 2004 and has agreed to continue its lease for two additional years with the same rent.

Funds have been budgeted for this activity and are available from 0100-6850100-508301 and 0100-6070600-508301.

cc: Steve Mosing Steve Collin